

A U S T I N C I T Y C O U N C I L  
**AGENDA**



Thursday, August 24, 2006

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**Purchasing Office  
RECOMMENDATION FOR COUNCIL ACTION**

**ITEM No. 29**

**Subject:** Authorize award and execution of a 12-month requirements supply contract with JAE CONSTRUCTION, INC., Austin, TX, for structural concrete in an estimated amount not to exceed \$538,960, with four 12-month extension options in an estimated amount not to exceed \$538,960 per extension option, for a total estimated contract amount not to exceed \$2,694,800.

**Amount and Source of Funding:** Funding in the amount of \$538,960 is available in the Fiscal Year 2005-2006 Amended Capital Budget of Austin Energy. Funding for the extension options is contingent upon available funding in future budgets.

**Fiscal Note:** A fiscal note is attached.

<p><b>Additional Backup Material</b></p> <p>(click to open)</p> <p><input type="checkbox"/> <b>JAE BID TAB 082406SA</b></p> <p><input type="checkbox"/> <b>Fiscal Note</b></p>
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**For More Information:** Dolores Castillo, Sr. Buyer/322-6466

**Purchasing Language:** Sole bid received.

**MBE/WBE:** This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore, no goals were established for this solicitation.

This contract is for the purchase of approximately 5,000 cubic yards of structural concrete to be used by Austin Energy on an as needed basis. Structural concrete is 4000 pounds per square inch, five-sack cement, 1- inch aggregate mix. The structural concrete will be used to comply with engineering design specifications in the construction of steel-reinforced foundations, slab foundations and other critical structures such as substation transformer slabs, buss support steel in substation, transmission tower piers and control house slabs inside substations.

JAE Construction, Inc., is in compliance with Texas Commission on Environmental Quality site requirements.

MBE/WBE Solicited: 2/0 MBE/WBE Bid: 0/0

**PRICE ANALYSIS a.** Sole bid received. This solicitation was issued three times in an attempt to obtain more competition. A survey as to why other companies did not submit a bid indicated these vendors are currently working to capacity with larger projects. Structural concrete is different from ready-mix concrete. Most concrete suppliers are not willing to deliver small quantities of this type of concrete(usually only 2-3 cubic yards at a time). With current State highway construction requirements in the area, these companies are delivering large quantities of structural concrete and are not interested in small deliveries.

**b.** Seven notices were sent including two MBEs. There are no known WBEs for this commodity. Six solicitations were issued. One bid was received with no response from the MBEs. **c.** The pricing offered represents a 76% increase to the last purchase made March 2005. This increase is due primarily to increases in fuel, material costs, and labor.

APPROVAL JUSTIFICATION a. Sole bid received. b. The Purchasing Office concurs with Austin Energy's recommended award. c. Advertised on the Internet.

**AGENDA DATE: 8/24/2006**

**VENDOR NAME: JAE CONSTRUCTION INC.**

**BID TABULATION**

IFB No. DC06300021-A

Structural Concrete

(5000 cubic yards)

<u>Description</u>	<u>QTY</u>	<u>JAE Construction Austin, TX</u>
4000 psi, 1" max Aggregate	4000 cubic yards	<b>\$427,120</b>
4000 psi slurry	1000 cubic yards	<b>\$104,960</b>
Plant opening Charge	10 each	<b>\$5,750</b>
After hours delivery	40 each	<b>\$1,130</b>

**CIP BUDGET**  
**Fiscal Note**

**DATE OF COUNCIL CONSIDERATION:** 8/24/2006  
**WHERE ON AGENDA:** Resolution  
**DEPARTMENT:** Austin Energy

**SUBJECT:** Authorize award and execution of a 12-month requirements supply contract with JAE CONSTRUCTION, INC., Austin, TX, for structural concrete in an estimated amount not to exceed \$538,960, with four 12-month extension options in an estimated amount not to exceed \$538,960 per extension option, for a total estimated contract amount not to exceed \$2,694,800.

**FINANCIAL INFORMATION:**

Parent Project Name: **Distribution**  
Project Authorization: 2005-2006 Amended Capital Budget

Current Appropriation	\$ 276,297,444.00	
Unencumbered Balance		\$ 5,701,025.74
Amount of This Action		<u>(269,480.00)</u>
Remaining Balance		<u>\$ 5,431,545.74</u>

**Use of Remaining Balance:**

Remaining funds will be used for design, construction, equipment, and material acquisition to complete the project.

**Use of Any Remaining Funds After Completion of Project:**

No remaining funds anticipated at this time.

Manager, Budget

Signature: N.Gleeson

Date: 8/10/2006